

**“IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE
BY THE POLICYHOLDER”**

POLICY DOCUMENT

1. Definitions:

The following terms shall have the meaning assigned to them as follows:

“Age” means Age at last birthday.

“Annual Due Date” means the date corresponding numerically with the Date of Commencement of the Policy in each year subsequent to the year of commencement of the Policy.

“Appropriation Price” shall apply when the Fund is growing and will include an allowance for the cost of buying new assets to allocate the units at the Valuation Date. This is done to protect the interests of the existing Policyholders.

“Beneficiary” is the person or an entity named in a life insurance policy to receive the death benefits.

“Business Day” is the common working day of the Corporate Office of the Company.

“Charges” means charge for Fund Management Charge, Policy Administration Charge, Surrender Charge, Miscellaneous Charge etc.

“Company” refers to BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.

“Current Assets” include cash balance, bank FD’s and CD’s, commercial papers, accrued investment income (not due and due but not received) and other receivables if any.

“Current Liabilities and Provisions” include brokerage and stamp duty payable, custodian and fund administration charges payable and other payables, if any.

“Date of Commencement” as shown in the Policy Schedule page is the basis for determining the Annual Due Date, and the Monthly Due Date.

“Death Benefit” means the amount payable on death as defined in Section 3.1 below.

“Expropriation Price” shall apply when the Fund is declining and will include a deduction for the expenses of selling existing assets. This is done to preserve the interest of the existing Policyholders

“Fund” means a separately identifiable investment-linked fund set up by the Company for the purpose of ascertaining the Policy moneys payable under this Policy. The Funds that are currently offered by the Company for allocation of Premium under this Policy are listed in the Schedule of Investment of Funds. Any Fund created or closed will be added to or removed from the Schedule of Investment Funds accordingly.

“Fund Value” is equal to the number of Units under this Policy multiplied by Unit Price.

“Head Office” refers to the principal place of business of BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.

“Life Assured” means the person upon whose life this Policy is effected.

“Maturity Date” is the Date of Maturity as given in Schedule on which Maturity Benefit would be payable.

“Monthly Due Date” means the date corresponding numerically with the date of the commencement of the Policy in each month subsequent to the month of commencement of the Policy.

“Number of Units” is a number by which the Net Asset Value of a Fund is notionally divided for the purposes of calculating Unit Price.

“Premium” means the initial Premium and the subsequent Premium due and payable under the Policy.

“Policyholder” means the person- within the meaning of Section 2(2) of the Insurance Act, 1938.

“Unit Price” means the value per unit calculated in Rupees in accordance with the following formula:

When Appropriation Price is applied : The NAV of a Unit Linked Fund shall be computed as market value of investment held by the Fund plus the expenses incurred in the purchase of the assets plus the value of any current assets plus any accrued income net of Fund Management Charge less the value of any current liabilities less provision, if any. This gives the net asset value of the fund. Dividing by the Number of Units existing at the valuation date (before any new units are allocated), gives the Unit Price of the Fund under consideration.

When Expropriation Price is applied : The NAV of a Unit Linked Fund shall be computed as: Market value of investment held by the fund less the expenses incurred in the sale of the assets plus the value of any current assets plus any accrued income net of fund management charges less the value of any current liabilities less provision, if any. This gives the net asset value of the fund. Dividing by the number of units existing at the valuation date (before any units are redeemed) , gives the Unit Price of the fund under consideration.

“Valuation Date” refers to the date when the assets of the Fund are valued.

“Vesting Date” refers to the date on which the units in the Fund will be cancelled to purchase an immediate annuity.

2. Policy Description:

2.1 The Policy is a regular premium-paying unit linked deferred annuity policy.

2.2 Being a unit-linked policy, the Policyholder/Life Assured has the option to allocate the Premiums paid by him between one or more of the Fund(s) for the purchase of the Units thereof.

2.3 The Policy enables the Policyholder/Life Assured to participate only in the investment performance of the Fund(s) to the extent of allocated units and does not in any way confer any right whatsoever on the Policyholder/Life Assured to otherwise share in the profits or surplus of the business of the Company.

3. Benefits Payable:

- a) (i) On the death of life assured before the date of Vesting, the spouse will have the following options provided the Policy is not lapsed as per Section 10)b):

1. Receive the Fund Value as on the date of receipt of intimation of death of the Life Assured at the office of the Company.

OR

2. If the age of spouse is above 45 years, receive maximum 1/3rd of the amount specified in 1 above as lump sum and use balance amount to purchase an immediate annuity for the spouse from the Company at the prevailing immediate annuity rates of the Company or from any other Insurer in the open market as chosen by the spouse.

- (ii) If the Policy is lapsed as per Section 10)b), Fund Value as on date of lapse will be paid on death of the Life Assured.

- (iii) On the death of life assured after the date of Vesting:

This will be governed by the conditions specified in the immediate annuity policy purchased on the life of the Life Assured as per b) 1 and b) 2 hereunder.

- b) On the survival of the Life Assured to the Vesting Date:

1. On the Vesting Date, the whole of the Fund Value may be used to purchase an immediate annuity for the Life Assured from the Company at the immediate annuity rates of the Company prevailing at that time or from any other Insurer in the open market as chosen by the Life Assured.

OR

2. The Life Assured may receive in lump sum up to a maximum of 1/3rd of the Fund Value as on the Vesting Date. The balance amount will be used to purchase an immediate annuity for the Life Assured from the Company at the immediate annuity rates of the Company prevailing at that time or from any other insurer in the open market as chosen by the Life Assured. The policyholder has to exercise this option at least 6 months before the Vesting Date.

1. c) Under a) and b) above if the immediate annuity is purchased from the Company, the Fund Value shall be marked up as applicable in the immediate annuity product available at that time.

4. General Conditions

4.1 Age Proof

Since the annuity amount payable will depend on the age of the annuitant, the policyholder must submit to the Company satisfactory age proof of the Life Assured and his/her spouse.

4.2 Nomination (under section 39 of the Insurance Act 1938):

The nominee's right arises only if the Life Assured dies and the spouse is not alive. Where the nominee is a minor, Life assured shall also appoint a person to receive the money during the minority of the nominee. Nomination shall be made by an endorsement on the Policy and by communicating the same in writing to the Company. Any change of nomination shall also be communicated to the Company.

The Company does not express upon itself the validity or accept any responsibility for the registration of nomination or change in nomination.

5. Loans:

No loan is available under this Policy.

6. Premium:

6.1 Payment of Premiums:

- a) Regular Premiums are payable without any obligation on the Company to issue a notice for the same.
- b) The frequency of the premium may be changed by written notice to the Company. Subject to the minimum premium requirements of the Company, regular premium may be paid on an annual, half-yearly, quarterly or monthly basis. The monthly premiums will be allowed only under the Salary deduction schemes or through ECS.
- c) **Top Up Premium:** Provided all due Regular Premiums have been paid, the policyholder will have the option to pay at any due date, top up premiums as additional premiums. The additional top up premium amounts would be treated as single premium.
- d) Regular Premiums are payable in full on the dates and at the rate mentioned in the Policy Schedule.
- e) The Premium received in advance shall be adjusted on the due date even if it has been received in advance. However, the status of the Premium received shall be communicated to the Policyholder. The applicable Allocation Rate would be same as that if Premium would have been paid on their due dates.
- f) The policyholder will have the option to **increase the regular premium** amount at any time. The increased regular premium will be allocated at regular premium allocation rates.

6.2 Premium Allocation:

Units are allocated to the Policy depending on the amount of premium paid, the Allocation Rate as set out below and the prevailing Unit Price. Such allocations may be made up to 1/10,000th of Unit or such other fraction as the Company may decide from time to time.

Annual Premium size	Premium Payment due in	
	Policy Year 1	Policy Year 2 onwards
10,000 - 24,999	84%	98%
25,000 - 49,999	86%	98%
50,000 - 99,999	88%	98%
100,000 - 499,999	90%	98%
500,000 and above	92%	98%

Top Ups are allocated at 98% of the top up premium paid.

7. Special Provisions:

Any special provisions subject to which this Policy has been entered into whether endorsed in the Policy or in any separate instrument shall be deemed to be part of the Policy and shall have effect accordingly.

8. Notices:

Any notice, direction or instruction to be given under this policy shall be in writing and delivered by hand, post, facsimile or E-mail to:

(a) In case of the Policyholder/Life Assured/ Assignee:

As per the details specified by the Policy holder/Life Assured/Assignee in the Proposal form/change of address intimation submitted by him to the Company.

Notice and instructions shall be deemed served 7 (seven) days after posting or immediately upon receipt in the case of hand delivery, facsimile or E-mail.

The Company shall not be responsible for any consequences arising out of non-intimation of change of address.

(b) In case of the Company:

Bajaj Allianz Life Insurance Company Ltd,
GE Plaza, Airport Road,
Yerawada,
Pune 411006
Tel: 66026777
Fax: 66026789
Email: life@bajajallianz.co.in

9. Electronic Transactions:

The policy holder agrees to adhere to and comply with all such terms and conditions as the Company may prescribe from time to time and hereby agrees and confirms that all transactions effected by or through facilities for conduction of remote transactions including the Internet, World Wide Web, electronic data interchange, call centres, teleservice operations (whether voice, video, data or combination thereof) or by means of electronic, computer, automated machines network or through other means of telecommunication, established by or on behalf of the Company, for and in respect of the Policy or its terms, or the Company's other products and services, shall constitute legally binding and valid transactions when done in adherence to and in compliance with the Company's terms and conditions for such facilities, as may be prescribed from time to time.

10. Non-Payment of Regular Premium and Forfeiture:

a) If the Policyholder has failed to make a payment of regular Premium due by the due date as specified in the Schedule, the Company shall give a grace period of 30 days (15 days, if the frequency of payment is monthly). If the Life Assured's death occurs during the grace period, the full death benefit is payable.

b) If the unpaid Regular Premium was due during the first three Policy years, and the Policyholder has failed to make the payment before the expiry of the aforesaid grace period:

i) The Policy shall immediately lapse.

ii) The Policyholder may revive the Policy within a revival period of two years from the due date of first unpaid regular Premium subject always to Section 33 below, failing which the Policy shall be terminated and the Fund Value as on date of lapse less the Surrender Charge as per Section 31)c) shall be paid at the end of the third Policy Year or at the expiry of the revival period, whichever is later.

c) If the unpaid Regular Premium was due after the first three Policy Years, and the Policyholder has failed to make the payment before the expiry of the aforesaid grace period:

i) The Policyholder will be given an opportunity to revive the policy within two years from the first unpaid Premium, subject always to Section 33 below. During this limited period for revival, the Policy shall be continued levying all appropriate charges as per Section 25 until the Fund Value less surrender charge as per Section 25)f) falls to an amount equivalent to one annual Premium (NAV) across all the Funds. At the end of two years i.e. period for revival, if the Policy is not revived, the Policyholder can opt to continue the Policy subject to deduction of all charges as per Section 25 until the Fund Value less surrender charge as per

Section 25)f) falls to an amount equivalent to one annual premium (NAV) across all the funds.

- ii) If the Policyholder does not opt to continue the Policy after the revival period, the Policy shall be terminated by paying the Fund Value after deducting the Surrender Charge, if any as per Section 31)c).
- iii) When the Fund Value in respect of Regular Premium less surrender charge as per Section 25)f) falls to an amount equivalent to one annual premium, the Policyholder will be intimated about this in writing and the Policy shall be terminated by paying the Fund Value after deducting the Surrender Charge, if any as per Section 31)c).

11. Free Look Period:

The Policy may be cancelled by written request and by returning this Policy to the Company within fifteen (15) days from the date of receipt of this Policy by the Policyholder. The amount refunded shall be Premium paid less the cost of Insurance Covers, stamp fee charges and any expenses incurred for medical examination, if any. The refund paid to the Policyholder will also be reduced by the amount of any reduction in the Fund Value due to fall in the Unit Price between the date of allocation and redemption of units (without reference to any premium allocation rate or Charges).

12. Currency:

All amounts payable either to or by the Company shall be payable in India and in Indian Currency.

13. Time:

Time wherever mentioned shall be of the essence of this Policy.

14. Waiver:

Failure or neglect by either party to enforce at anytime the provisions of this Policy shall not be construed or be deemed to be a waiver of either party's right herein nor in anyway affect the validity of the whole or any part of this Policy nor prejudice either party's right to take subsequent action.

15. Modifications:

The provision of this Policy cannot be changed or varied except by a policy endorsement signed by an officer of the Company authorized for the purpose.

16. Payment of claim:

The Company requires the following documents before establishing the right of the claimant or claimants to receive payment:

- a) Original Insurance policy
- b) Claimants statement
- c) Death certificate issued by the local medical authority- In case of death claim
- d) Any other relevant documents or information as may be required for the Company for the processing of the claim depending upon the cause of the claim.

SCHEDULE OF INVESTMENT FUNDS

17. Type of Funds

Equity Index Pension Fund II / Equity Growth Pension Fund / Accelerator Mid-Cap Pension Fund / Bond Pension Fund / Liquid Pension Fund / Pure Stock Pension Fund

18. Valuation Date

The Company aims to value the Funds on each day the financial markets are open. However, the Company reserves the right to value less frequently in extreme circumstances, where the value of the assets may be too uncertain. In such circumstances, the Company may defer valuation of assets until a certainty on the value of assets is resumed. The deferment of valuation of assets will be subject to prior consultation with IRDA. Examples of such circumstances are:

- a) When one or more stock exchanges which provide a basis for valuation for a substantial portion of the assets of the Fund are closed otherwise than for ordinary holidays.
- b) When, as a result of political, economic, monetary or any circumstances out of the control of the Company, the disposal of the assets of the Fund are not reasonable or would not reasonably be practicable without being detrimental to the interests of the remaining Policyholders.
- c) During periods of extreme volatility of markets during which Surrenders and Switches would, in the opinion of the Company, be detrimental to the interests of the remaining Policyholders.
- d) In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.

- e) In the event of any force majeure or disaster than affects the normal functioning of the Company.
- f) If so directed by the IRDA.

The Policyholder shall be suitably notified should such a situation arise.

All Premiums and application or notification of claim must be received and approved at the office of the Company authorized to complete the requested action by the closing of office hours.

19. Fund Management

All the Funds are managed by the Company.

20. Investment Objective

(a) Equity Index Pension Fund II:

The investment objective of this Fund is to provide capital appreciation through investment in equities. The fund will be invested, to the extent possible, in the pattern underlying the NIFTY index of the National Stock Exchange.

Indicative Portfolio Allocation:

Equity: Not less than 85%

Bank deposits and Money market instruments – not more than 15%

(b) Equity Growth Pension Fund:

The investment objective of this Fund is to provide capital appreciation through investment in select equity stocks that have the potential for high capital appreciation.

Indicative Portfolio Allocation:

Equity: Not less than 80%

Bank deposits and Money market instruments – not more than 20%

(c) Accelerator Mid-Cap Pension Fund:

The investment objective of this Fund is to provide capital appreciation through investment in select Equity Mid-Cap stock and other select equity stocks that have potential for high capital appreciation.

Indicative Portfolio Allocation:

Equity: Not less than 80%

Bank deposits and Money market instruments – not more than 20%

(d) Bond Pension Fund:

The investment objective of this Fund is to provide accumulation of income through investment in high quality fixed income securities like G-Secs, and corporate debt rates AA and above.

Indicative Portfolio Allocation:

G-Secs, Bonds and Fixed Deposits – Not less than 80%

Money market instruments: Not more than 20%

(e) Liquid Pension Fund:

The investment objective of this Fund is to have a fund that protects the invested capital through investments in liquid money market and short term instruments like Commercial Papers, Certificate of Deposits, Money Market Mutual Funds, Bank FDs etc.

Indicative Portfolio Allocation:

Bank deposits and Money Market Instruments: 100%

f) Pure Stock Pension Fund: The investment objective of this fund is to specifically exclude companies dealing in Gambling, Contests, Liquor, Entertainment (Films, TV etc.), Hotels, Banks and Financial Institutions.

Indicative Portfolio Allocation:

Equity: Not less than 80%

Bank deposits and Money Market Instruments: Not more than 20%

21. Risk Profile

The investment risk profiles of the Funds based on the nature of assets held in each Fund are as follows:-

Funds	Risk Profile
Equity Growth Pension Fund	Very High
Equity Index Pension Fund II	High
Accelerator Mid Cap Pension Fund	Very High
Pure Stock Pension Fund	Very High
Bond Pension Fund	Moderate
Liquid Pension Fund	Low

22. Investment Restrictions

Assets will be as prescribed by regulatory authorities from time to time.

23. Borrowing Restrictions

No borrowing is allowed.

24. Fund Provisions

a) Purpose of the Funds

The Company established the Funds set out in Schedule of Investment Funds hereto from which part or all of the Benefits payable will be made under this Policy.

b) Investment of the Funds

The selection of the underlying investments of each Fund established by the Company shall be such as the Company, in its absolute discretion, may from time to time determine and it is further provided that the assets of each Fund may comprise in such proportion as the Company may determine un-invested cash or any other asset whether or not this produces income.

All assets relating to the Fund shall be and shall remain in the absolute beneficial ownership of the Company. There is no trust created, whether expressly or impliedly, by the company in respect of the investments.

The investment restrictions of each fund is as specified in the Schedule of Investment Funds.

25. Charges

a) Fund Management Charge

Fund	Fund Management Charge per annum
Equity Growth Pension Fund	1.75%
Pure Stock Pension Fund	1.75%
Equity Index Pension Fund II	1.25%

Accelerator Mid Cap Pension Fund	1.75%
Bond Pension Fund	0.95%
Liquid Pension Fund	0.95%

The Fund Management Charge is applied at net asset value of the Funds before deduction of this charge.

b) Policy Administration Charge

Policy Administration Charge is charged monthly on Monthly Due Dates of the Policy at the rate of Rs.600 per annum inflating at 5% per annum.

c) Premium Allocation Charges

The unallocated premium shall be used to meet the expenses, such as commission to agent, marketing and distribution expenses, policy stamp fee and policy issue expenses. This charge is difference between Premium and allocated Premium as set out in Section 6.2

d) Switching Charge :

Three free switches would be allowed every year. Subsequent switches would be charged @ 5% of switching amount or Rs. 100, whichever is lower.

e) Miscellaneous Charge

A miscellaneous charge would be charged at the rate of Rs. 100/- per transaction in respect of reinstatement, alteration of premium mode, increase in regular premium or issuance of copy of policy document.

f) Surrender Charge

If first three years regular Premiums are not paid and the policy is lapsed as per Section 10)b), the Surrender Charge on regular Premium unit value would be 100% of the first years' annualized Allocated Premium.

If first three years regular Premiums have been paid in full, the scale of Surrender Charge applicable on regular premium unit value would be as follows:

Policy Year	Surrender Charge
4	5%
5	2%
6 and above	No Charge

26. Recovery of Charges

- i) The Fund Management Charges will be priced in the NAV of the Fund. The Policy Administration Charge and other Charges would be recovered by cancellation of Units at the Unit Price. In the event that the Units are held in more than one Fund, the cancellation of Units will be effected in the same proportion as the Unit Value of Units held in each Fund. In case the Fund Value in any Fund goes down to the extent that it is not sufficient to support the proportionate monthly charges, then the same shall be deducted from the Fund Value of the other Funds.
- ii) In the event that the total Fund Value under the Policy is insufficient to pay for such Charges, the Policy shall be foreclosed as provided in Foreclosure Clause.

27. Change in rate of Charges

After taking due approval from the Insurance Regulatory and Development Authority, the Company reserves the right to change the following charges:

- Fund Management Charge up to a maximum of 2.75% per annum of the NAV for the Equity Growth Pension Fund, Accelerator Mid-Cap Pension Fund and Pure Stock Pension Fund, 2.25% p.a. for the Equity Index Pension Fund II and 1.75% p.a. for the Bond Pension Fund and Liquid Pension Fund.
- Switching charge upto a maximum of Rs.200 per switch or 5% of the switching amount, whichever is lower
- Miscellaneous charge upto a maximum of Rs.200/- per transaction

- If the Proposer/Life Assured does not agree with the charges, he/she will be allowed to exit the plan at the prevailing price of units.

The Company will give a notice of three months to the Policyholders for any of the above-mentioned changes in charges. The Policyholder/Life Assured who does not agree with the modified charges shall be allowed to withdraw the units in the plans at the then prevailing Unit Price and terminate the Policy, subject to the applicable Surrender Charge, if any.

28. Fund Valuation

The Fund Value is equal to the number of units in each Fund under this Policy multiplied by their respective Unit Price.

29. Unit Transactions

- a) Units in any of the Funds of the Company may be created only if there is, added to that Fund assets equal in value to the value of the Units created.

b) Creation of Units (Premium Allocations, Switch in)

- i) In respect of Premium/Fund switches received by the Company on a day by a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), along with a local cheque or a demand draft payable at par at the place where the Premium is received, the closing Unit Price of the day on which Premium is received shall be applicable. This provision shall apply to the Standing Instructions also. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.
- ii) In respect of Premium/Funds switches received by the Company on a day after a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), along with a local cheque or a demand draft payable at par at the place where the Premium is received, the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.
- iii) In respect of Premium received with outstation cheques/demand drafts at the place where the Premium is received, the closing Unit Price of the day on which cheques/demand draft is realized shall be applicable.

c) Cancellation of Units (Surrender, Switch out):

- i) In respect of valid applications received by the Company for surrender or switch out on a day by a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), the same day's closing Unit Price shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.
- ii) In respect of valid applications received by the Company for surrender or switch out on a day after a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.

30. Right to Defer the Unit Transactions

The overriding equity principle in establishing Unit pricing used for transactions into and out of a Fund shall be that the interests of the Policyholders holding Units but not involved in such transactions should be unaffected by that transaction. If in the opinion of the Company, the exercise of any transaction by Policyholder at a Unit Price determined by the procedures given herein above in Section 1, would be materially unfair to the remaining Policyholders, then all transactions to and from

such Funds would be suspended for upto 30 days to allow the transactions to be exercised at a Unit Price that would not be materially unfair. The deferment of transactions will be subject to prior consultation with IRDA. If the Company defers the transaction, then the Company will use Unit Price of the day on which the transaction actually takes place. The Policyholder shall be suitably notified should such a situation arise.

31. Options

Whilst the Policy is in force, the policyholder may, subject to the approval of the company, exercise any of the following options by using the prescribed application form and meeting the conditions set out therein;

a) Switching

Transfer or "switch" any of the Units in a particular Fund to another Fund or some other new investment linked fund which may have been established by the Company provided the minimum switching amount is Rs.5000 or the fund value whichever is lower; such "switch" will be effected by the cancellation of the Units to be "switched" and the creation of new Units in the Fund being "switched" to. The Units purchased, shall be determined by references to the Unit Price of the respective Funds. The Policyholder can exercise three free switches during each policy year. For subsequent switches over and above three free switches during any policy year -the Company will charge a switching fee @ 5 % of the switch amount or Rs.100/- whichever is lower.

b) Withdrawal of units

No part surrender or withdrawal is allowed under the Policy.

c) Surrender

- i. The Surrender Value of the Policy will be equal to the Fund value less Surrender Charge, if any, as per Section 25)f). The Policy shall thereafter terminate upon payment of the full surrender value by the Company.
- ii. The Surrender Value would be payable after three policy years. Further, if first three years premiums have not been paid and the Policy is lapsed as per Section 10)b), the Surrender Value, if any, would be payable at the expiry of the revival period or three policy years, whichever is later.
- iii. No surrender charge will be applied in case of complete surrender of units in respect of Top Up Premium.

d) Increase in Regular Premium

The policyholder will have the option to **increase the regular premium** amount at any time. The increased regular premium will be allocated at regular premium allocation rates.

e) Premium apportionment:

The Policyholder may at any policy anniversary request in writing to change the apportionment percentage of his/her premium to the Fund he/she wishes to invest in. However, the investments in the Liquid Pension Fund should not exceed 20%. This request should be received at the Company's office at least 15 days prior to the policy anniversary date.

The premium apportionment to a Fund in which the policyholder wishes to invest must be at least 5% of the Premium. The Company reserves the right to revise the above minimum apportionment percentage upon giving written notice of not less than three (3) months subject to obtaining clearance from the IRDA.

The Company shall notify the Policyholder accordingly of the approval or otherwise of the exercise of any of the aforesaid options.

32. Non-Participation in Profit

This Policy shall participate only in the performance of the underlying funds.

33. Revival Condition

This Policy may be revived with the consent of the Company within two years from the date the Policy has lapsed subject to the receipt by the Company of the following:

1. A written application for revival
2. All due unpaid regular premiums
3. Production of evidence of insurability satisfactory to the Company

Provided always the allocation rate shall continue from the last allocation where it last stopped with the corresponding allocation rate and any revival shall only cover the loss or insured event which occurs after the revival date.

34. Termination Conditions

This Policy shall automatically terminate on the happening of the following events:

- a) The Fund value in respect of Regular Premium less surrender charge as per Section 25)f) falls below an amount equivalent to one annual premium after premiums have been paid for 3 full years (excluding top-ups).
- b) The units in the policy are fully surrendered
- c) The death of the Life Assured
- d) The Policy remained lapsed for more than 2 years

Whichever event occurs first.

35. New Funds:

The Company may establish new funds from time to time, subject to prior approval from IRDA and the Policyholder/Life Assured shall be notified of the establishment of such new funds. The Company may offer the Policyholder/Life Assured the option to switch or direct premium to those Funds at such price and subject to such terms and conditions as may be imposed by the Company at that time. Switching between the existing Funds is subject to the terms and Conditions detailed in "OPTIONS clause" herein.

36. Investment of the Funds:

The Company shall select the investments, including derivatives and units of mutual funds, by each fund at its sole discretion subject to the investment objectives of the respective Fund and the IRDA Regulations in that behalf. All assets relating to the fund shall be and shall remain in the absolute beneficial ownership of the Company. There is no trust created, whether express or implied, by the Company in respect of the

investments in favour of the Policyholder/Life Assured/Assignee/Nominee of the Policy or any other person.

37. Fund Closure:

Although the funds are open ended, the Company may, in its sole discretion, subject to prior approval from IRDA, close any of the funds on the happening of any event, which in the sole opinion of the Company required the said fund to be closed. The Policyholder/Life Assured shall be given at least three months prior written notice of the Company's intention to close any of the funds and on and from the date of such closure, the Company shall cease to issue, redeem and cancel Units of the said fund and cease to carry on business activities in respect of the said fund. In such an event if the Units are not withdrawn or switched to another fund by the Policyholder/Life Assured, the Company will switch the said units to any another fund at its sole discretion. However no fee would be charged for switching to another fund in the event of such closure of plans.

38. Risk of Investments in the Units of the Funds:

The Policyholder/Life Assured is aware that the investment in the Units is subject to the following, amongst others, risks and agrees that he is making the investment in the Units with full knowledge of the same.

- 1) Bajaj Allianz New UnitGain Easy Pension Plus RP is only the name of the product and does not in any way indicate the quality of the policy, its future prospects or returns.
- 2) Equity Index Pension Fund II, Equity Growth Pension Fund, Bond Pension Fund, Accelerator Mid-Cap Pension Fund, Pure Stock Pension Fund and Liquid Pension Fund are the names of the funds offered currently with Bajaj Allianz New UnitGain Easy Pension Plus RP, and in any manner does not indicate the quality of the respective Funds, their future prospects or returns.
- 3) The investments in the Units are subject to market and other risks and there can be no assurance that the objectives of any of the funds will be achieved.
- 4) The price of units of each fund can go up or down depending on the factors and forces affecting the financial and debt markets from time to time and may also be affected by changes in the general level of interest rates.
- 5) The Equity Index Pension Fund II, Equity Growth Pension Fund, Bond Pension Fund, Liquid Pension Fund, Pure Stock Pension Fund and Accelerator Mid-Cap Pension Fund do not offer a guaranteed or assured return.
- 6) All benefits payable under the Policy are subject to the tax laws and other financial enactments, as they exist from time to time.
- 7) The past performance of other funds of the company is not necessarily indicative of the future performance of any of these funds.

39. Grievance Redressal

For any assistance pertaining to the policy servicing, the policyholder may contact any nearest Customer Care Center during our office hours 9 am to 6 pm. Alternatively, you may communicate with us:

By post at:

Customer Care Desk

Bajaj Allianz Life Insurance Company Ltd.

GE Plaza, Airport Road,

Yerawada,
Pune - 411006
By Fax: 020 66026789
By Phone: 020 66026777
By Email: life@bajajallianz.co.in

40. Grievance Redressal Committee

The Company is concerned about the grievances of its policyholders and has a grievance redressal mechanism in place for quick and satisfactory resolution of grievances. Any grievance or complaint or dispute or suggestions in respect of this policy or on the functioning of the office may be sent to the above email address/fax/phone or by post addressed to:

Grievance Redressal Officer
Bajaj Allianz Life Insurance Company Ltd.
GE Plaza, Airport Road,
Yerawada,Pune - 411006

41. Ombudsman

To attend to grievance of policyholders with respect to their insurance policies, Central Government has established offices of insurance ombudsman. The details of ombudsman are available on the IRDA website at www.irdaonline.org/ombudsmanlist.htm and also at Bajaj Allianz website - <http://www.bajajallianz.co.in>

42. SECTION 45 of the Insurance Act, 1938

“No Policy of life insurance effected after the coming into force of this Act shall, after the expiry of two years from the date on which it was effected, be called in question by an insurer on the ground that a statement made in the proposal for insurance or in any report of a medical officer, or referee, or friend of the insured, or in any other document leading to the issue of the policy, was inaccurate or false, unless the insurer shows that such statement was on a material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the policy-holder and that the policy holder knew at the time of making it that the statement was false or that it suppressed facts which it was material to disclose.”

Dated at _____ this ___ Day of _____ 200 .

For and behalf of Bajaj Allianz Life Insurance Insurer

Authorised Signatory